

# OceanaGold

## 2013 Second Quarter Results Conference Call Presentation

July 26 2013

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Innovation  
Performance  
Growth

# Cautionary Notes

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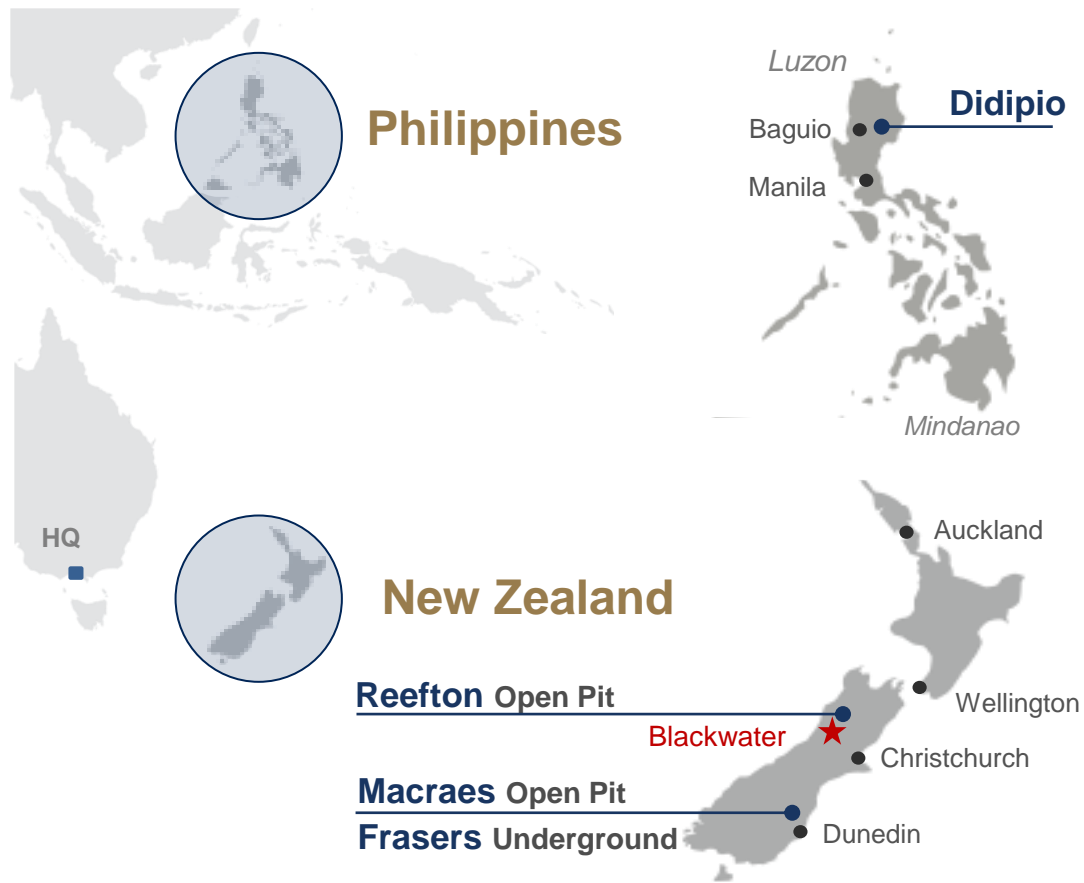
## Cautionary Notes regarding Technical Information

**Standards:** This presentation includes disclosure of scientific and technical information, as well as information in relation to the calculation of reserves and resources, with respect to OGC's mineral projects. OGC's disclosure of mineral reserve and mineral resource information is governed by National Instrument 43-101 – Standards of Disclosure for Mineral Projects ("NI 43-101") under the guidelines set out in the Canadian Institute of Mining, Metallurgy and Petroleum (the "CIM") Standards on Mineral Resources and Mineral Reserves, adopted by the CIM Council, as may be amended from time to time by the CIM ("CIM Standards"). The disclosure of mineral reserve and mineral resource information relating to OGC's properties is based on the reporting requirements of the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" ("JORC Code"). CIM definitions of the terms "mineral reserve", "proven mineral reserve", "probable mineral reserve", "mineral resource", "measured mineral resource", "indicated mineral resource" and "inferred mineral resource", are substantially similar to the JORC Code corresponding definitions of the terms "ore reserve", "proved ore reserve", "probable ore reserve", "mineral resource", "measured mineral resource" and "inferred mineral resource", respectively. Estimates of mineral resources and mineral reserves prepared in accordance with the JORC Code would not be materially different if prepared in accordance with the CIM definitions applicable under NI 43-101. There can be no assurance that those portions of mineral resources that are not mineral reserves will ultimately be converted into mineral reserves. Mineral resources are not mineral reserves and do not have demonstrated economic viability. This presentation uses the terms "measured", "indicated" and "inferred" resources. U.S. persons are advised that while such terms are recognized and required by Canadian regulations, the Securities and Exchange Commission does not recognize them. "Inferred Resources" have a great amount of uncertainty as to their existence and as to their economic and legal feasibility. It cannot be assumed that all or any part of inferred resources will ever be upgraded to a higher category. Under Canadian rules, estimates of inferred resources may not form the basis of feasibility or other economic studies. U.S. persons are cautioned not to assume that all or any part of measured or indicated resources will ever be converted into reserves. U.S. persons are also cautioned not to assume that all or any part of an inferred mineral resource exists, or is economically or legally mineable.

**Qualified Persons:** The Mineral Resource Estimates were prepared by, or under the supervision of J.G. Moore whilst the Mineral Reserves were prepared by, or under the supervision of K. Madambi. J. G. Moore and K. Madambi are Members and Chartered Professionals of the Australian Institute of Mining and Metallurgy and are the Qualified Persons, as defined by the National Instrument 43-101 – Standards of Disclosure for Mineral Projects ("NI 43-101"). J.G. Moore and K. Madambi have sufficient experience, which is relevant to the style of mineralisation and type of deposits under consideration, and to the activities which they are undertaking, to qualify as Competent Persons as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" ("JORC Code"). K. Madambi and J. G. Moore are full-time employees of OceanaGold. J.G. Moore and K. Madambi consent to the inclusion in this report of the matters based on their information in the form and context in which the information appears.

**Technical Reports:** For further information regarding OGC's properties, reference should be made to the following NI 43-101 technical reports which have been filed and are available at [sedar.com](http://sedar.com) under the OGC's name: (a) "Technical Report for the Macraes Project located in the Province of Otago, New Zealand" dated February 12, 2010, prepared by R. Redden formerly of Oceana Gold (New Zealand) Limited and J.G. Moore, of Oceana Gold (New Zealand) Limited; (b) "Technical Report for the Reefton Project located in the Province of Westland, New Zealand" dated May 24, 2013, prepared by J.G. Moore and K. Madambi of Oceana Gold (New Zealand) Limited; and (c) "Technical Report for the Didipio Project located in Luzon, Philippines" dated July 29, 2011, prepared by R. Redden formerly of Oceana Gold (New Zealand) Limited and J. Moore of Oceana Gold (New Zealand) Limited. Each of the authors of the Technical Reports is a "qualified person" for the purposes of NI 43-101.

# OceanaGold Today



**Markets: OGC**

**TSX, ASX, NZX**

**Market Capitalisation**

**\$500m**

**Daily Average Liquidity**

**1.8 M shares**

**Shares Outstanding**

**294 M**

# Second Quarter 2013 Results Summary

	<b>GOLD PRODUCTION</b> <i>(ounces)</i>	<b>COPPER PRODUCTION</b> <i>(tonnes)</i>	<b>SALES</b> <i>(Gold – ounces)</i> <i>(Copper – tonnes)</i>	<b>CASH COSTS</b> <i>(US\$ / ounce)</i>
<b>Didipio</b>	13,676	5,710	Gold: 11,086 Copper: 5,073	\$(586)*
<b>Macraes</b>	40,063	–	Gold: 59,620	\$918
<b>Reefton</b>	14,614	–		
<b>Total Company</b>	<b>68,353</b>	<b>5,710</b>	Gold: 70,706 Copper: 5,073	<b>\$682*</b>

\* 2013 cash costs are net of copper by-product credits and NEGATIVE at Didipio.

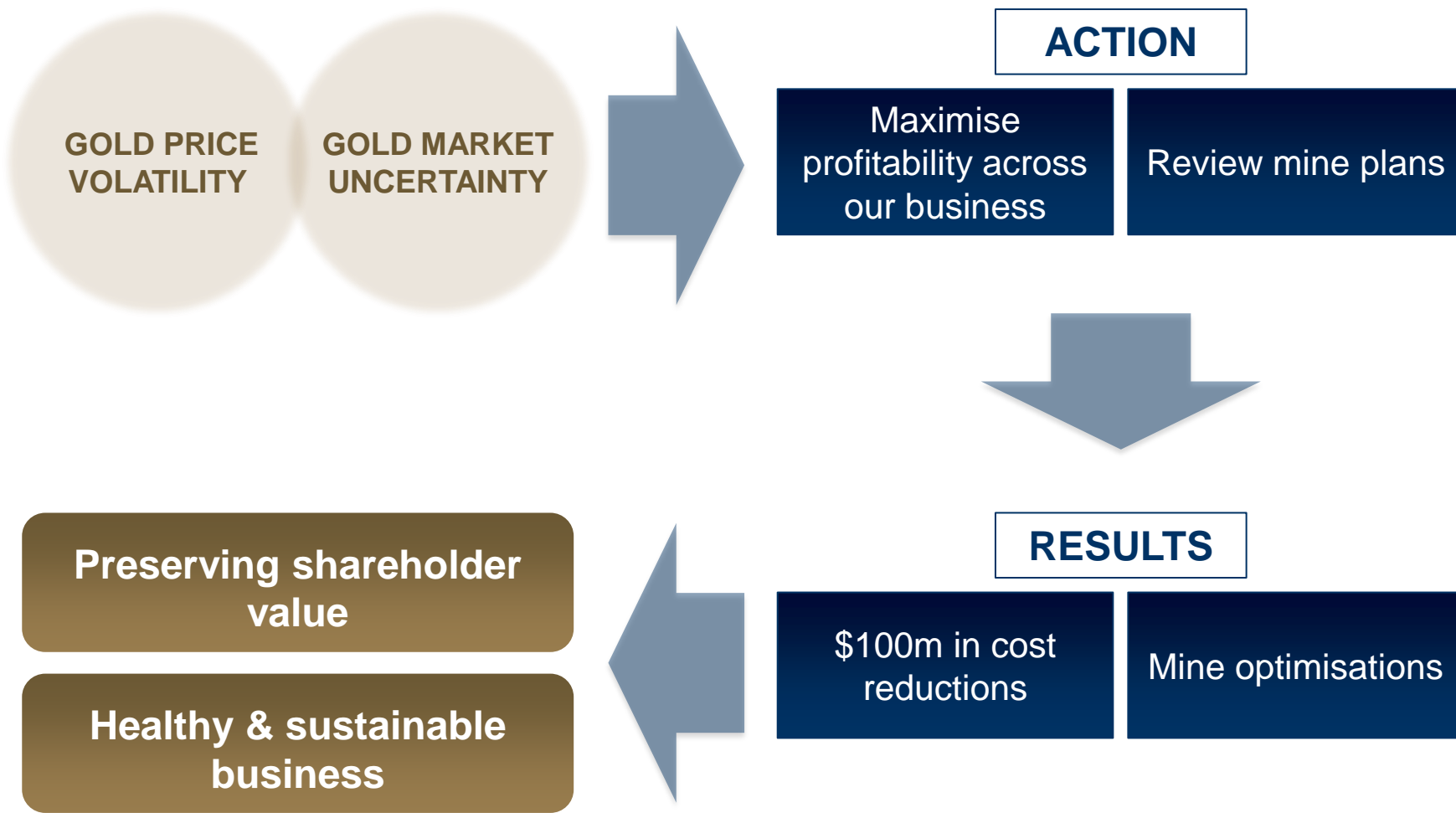
OceanaGold Corporation

Innovation Performance Growth

# Pro Forma Net Cash Flow

Per ounce Au sold	Q2 2013	Q1 2013	Q2 2012
<b>Didipio</b>			
Average gold price received	\$1,270	-	-
Cash cost (net of copper by-product) reported	\$(586)	-	-
Capitalised mining costs to the Balance Sheet	\$127	-	-
<b>Total cost/oz (including capitalised mining costs)</b>	<b>\$(459)</b>	-	-
<b>Didipio pro forma net cash flow</b>	<b>\$1,729</b>	-	-
<b>New Zealand</b>			
Average gold price received	\$1,422	\$1,632	\$1,613
Cash cost reported	\$918	\$687	\$1,029
Capitalised mining costs to the Balance Sheet	\$253	\$430	\$301
<b>Total cost/oz (including capitalised mining costs)</b>	<b>\$1,171</b>	<b>\$1,117</b>	<b>\$1,330</b>
<b>New Zealand pro forma net cash flow</b>	<b>\$251</b>	<b>\$515</b>	<b>\$283</b>
<b>COMPANY PRO FORMA NET CASH FLOW</b>	<b>\$483</b>	<b>\$515</b>	<b>\$283</b>

# Managing Our Business



# Cost Reduction Initiatives

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## IDENTIFIED US\$100m IN COST REDUCTIONS

Final cutback at Reefton put on hold

Deferred the Frasers 6 cutback at Macraes

Scaled back on exploration activities in New Zealand

Decrease other capital items

Wage freezes

Consumables and contractor cost reductions

# 2013 Guidance & All-In Sustaining Costs

	Production Guidance		2013	2013
	Gold (Koz)	Copper (Kt)	Cash Cost Guidance (per ounce)	All-In Sustaining Costs <sup>2</sup> (per ounce)
Didipio	50 – 70	15 – 18	(\$370) – (\$50) <sup>1</sup>	(\$10) – \$290
New Zealand Combined	235 – 255	–	\$880 – \$950	\$1,190 – \$1,260
Total Company	285 – 325	15 – 18	\$650 – \$800 <sup>1</sup>	\$930 – \$1,080

- 2013 production and cash costs guidance unchanged
- 2013 All-In Sustaining Costs, based on WGC methodology provided

Notes:

1. 2013 cash costs are net of copper by-product credits and NEGATIVE at Didipio

2. Assumes NZD:USD of 0.80; expansionary and growth capital expenditures are excluded from the AISC, i.e. the construction of Didipio & Macraes tailings storage facilities and various construction projects associated with the startup at Didipio



# Philippines Operations

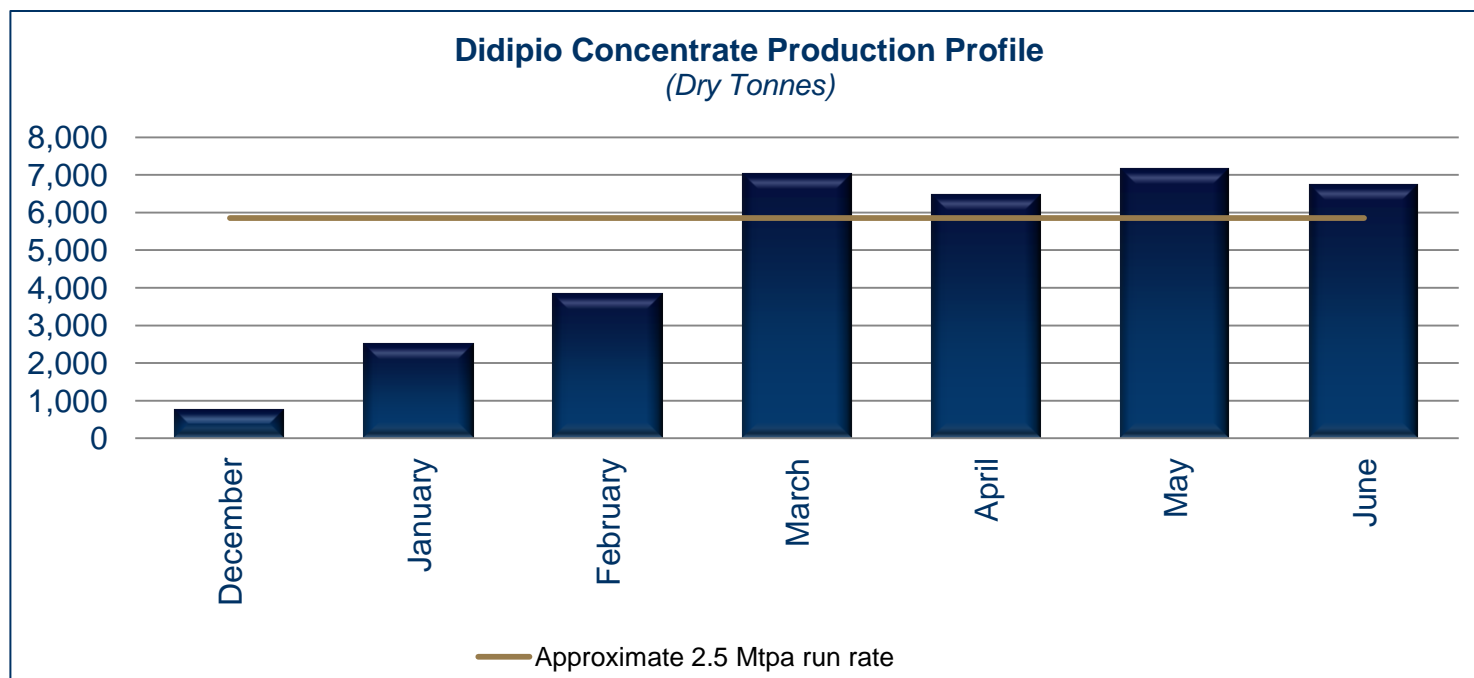


# Didipio Mine



		Q2 2013	Q1 2013
Lost time injuries		0	0
Gold production	oz	13,676	6,877
Copper production	t	5,710	3,663
Total ore mined	Mt	1.73	1.84
Ore grade mined gold	g/t	0.55	0.49
Ore grade mined copper	%	0.64	0.65
Mill feed	Mt	0.73	0.45
Mill feed grade gold	g/t	0.75	0.59
Mill feed grade copper	%	0.91	0.92
Recovery gold	%	77.5	79.8
Recovery copper	%	87.3	88.6

# Didipio Concentrate Production Profile



- Commercial production declared effective April 1, 2013.
- Four shipments of copper-gold concentrate made in Q2 plus two shipments made in July.
- Each shipment is approximately 5,000 tonnes at ~26% to 28% copper
- Gold grade in concentrate increasing
- Transportation logistics from mine site to port showing strong improvements over the past 2 – 3 months. Further optimisation underway.

# New Zealand Operations



# Macraes Goldfield



Adjusted mine plan from Q1 and severe wet weather in June impacted production

Production to increase progressively over the second half of the year

Fourth quarter expected to be strongest quarter for production

Frasers 6 cutback deferred pending improvement in gold price

		Q2 2013	Q1 2013
Lost time injuries		1	0
Gold production	oz	40,063	48,139
Total ore mined from open pit	Mt	1.19	1.43
Total ore mined from underground	Mt	0.22	0.21
Ore grade mined	g/t	0.96	1.28
Total waste mined including pre-strip	Mt	9.43	12.39
Mill feed	Mt	1.44	1.46
Mill feed grade	g/t	1.04	1.27
Recovery gold	%	81.8	80.2

# Reefton Goldfield



**Mine schedule adjusted with final cutback at Globe Progress Pit on hold**

**To be placed on care and maintenance in mid-2015 pending improvement in gold price**

**Significant capital savings over the next two years**

**Blackwater technical study on track for Q4 2013**

		Q2 2013	Q1 2013
Lost time injuries		1	0
Gold production	oz	14,614	12,477
Total ore mined	Mt	0.38	0.34
Ore grade mined	g/t	1.45	1.47
Total waste mined including pre-strip	Mt	4.39	4.00
Mill feed	Mt	0.39	0.34
Mill feed grade	g/t	1.41	1.35
Recovery gold	%	83.1	78.3

# Sustainability



# Didipio Employment and Enablement



## Didipio Operations

395 full-time employees

971 contractors

Over 50% from local communities

Over 98% from the Philippines

## Didipio Corporation

Owned by long term residents

Awarded millions in contracts

Employs 224 (~50% from Didipio)

Fastest growing business in Nueva Vizcaya

## Enablement

Preferential hiring policy

Didipio Training Academy

Agroforestry employment

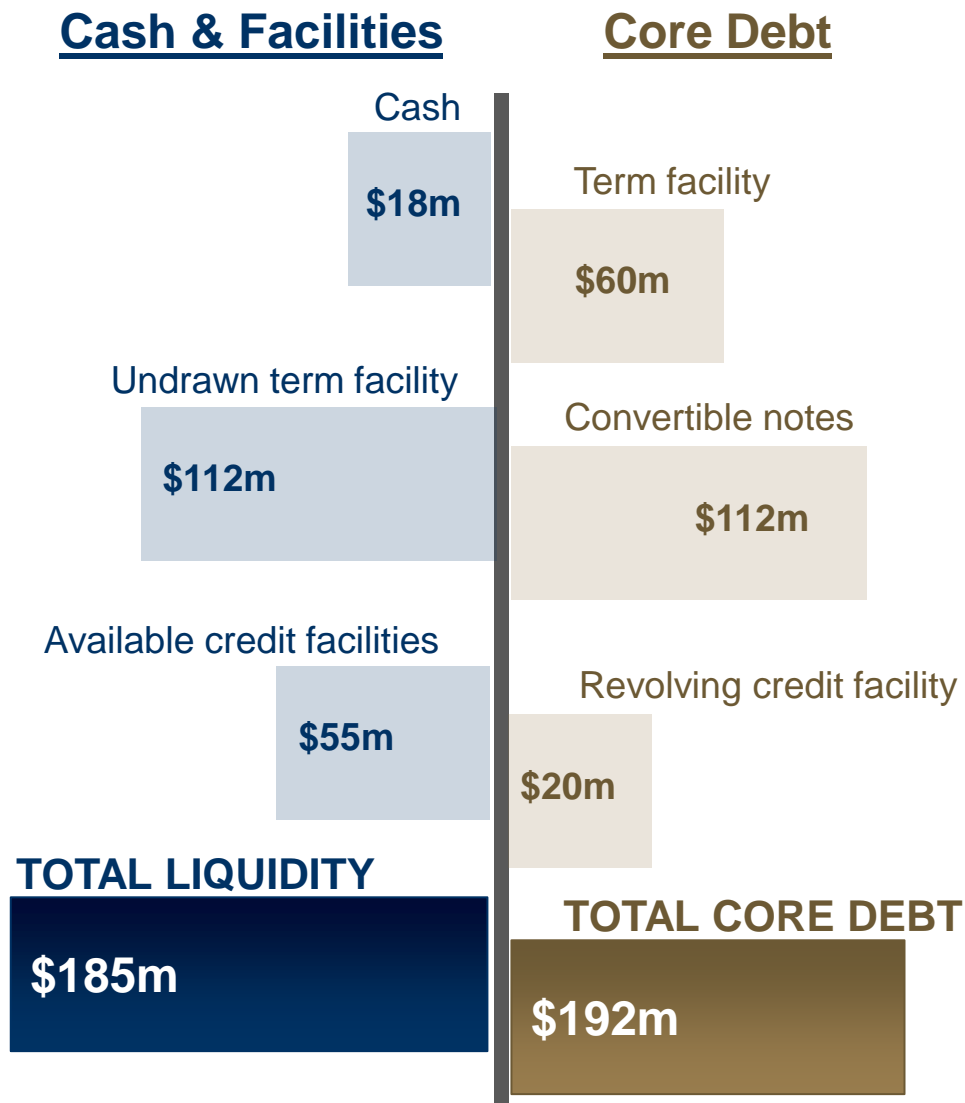
Leadership development



# Financial Results



# Financial Position *(as at 30 June 2013)*



- Convertible note – fully financed
  - A\$110m @ 7.0% coupon
  - Matures in December 2013
  - Covered by undrawn term facility of US\$112m
- Term facility
  - Used to pay December 2012 convertible note
- Cash flow
  - ~\$25m in concentrate stockpiled at site

# Impairment Charge

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- Accounting requirement to assess impairment indicators, if any
- Recent significant decline in the gold price and adjustments made to the mine schedule at Reefton
- Carrying value of New Zealand assets have been reduced to recoverable value
- No indicator for impairment for the Philippines assets – mine life to 2028, low cost producer

# Group Results Q2 2013

	Q2 2013 (Excluding impairment)	Q2 2013 (Including impairment)	Q1 2013	Q2 2012	H1 2013	H1 2012
Revenue	131.2	131.2	95.6	86.7	226.9	175.3
Operating costs <sup>1</sup>	(88.7)	(88.7)	(48.5)	(61.1)	(137.3)	(126.4)
<b>EBITDA<sup>2</sup></b>	<b>42.5</b>	<b>42.5</b>	<b>47.1</b>	<b>25.6</b>	<b>89.6</b>	<b>48.9</b>
Depreciation & amortisation	(39.8)	(39.8)	(29.5)	(20.0)	(69.4)	(41.8)
Net interest & finance costs	(6.3)	(6.3)	(6.4)	(4.0)	(12.7)	(8.0)
<b>Earnings/(loss) before tax<sup>2</sup></b>	<b>(3.6)</b>	<b>(3.6)</b>	<b>11.2</b>	<b>1.6</b>	<b>7.5</b>	<b>(0.9)</b>
Income tax benefit/(expense)	1.0	1.0	(4.7)	(0.9)	(3.7)	(2.2)
Gain/(Loss) on Fair Value of Hedges, net of tax	(6.3)	(6.3)	0.6	-	(5.7)	-
<b>Earnings/(loss) before impairment</b>	<b>(8.9)</b>	<b>(8.9)</b>	<b>7.1</b>	<b>0.7</b>	<b>(1.9)</b>	<b>(3.1)</b>
Impairment charge		(85.5)	-	-	(85.5)	-
Tax benefit on impairment charge		23.9	-	-	23.9	-
<b>Net profit/(loss)</b>	<b>(8.9)</b>	<b>(70.5)</b>	<b>7.1</b>	<b>0.7</b>	<b>(63.4)</b>	<b>(3.1)</b>

1. Includes G&A 2. Before gain/(loss) on undesignated hedges and impairment

Note: Summation subject to rounding differences

# Cash Flows as at June 30, 2013

	Q2 2013	Q1 2013	Q2 2012	H1 2013	H1 2012
Opening cash balance	27.4	96.5	123.3	96.5	170.0
Operating cash inflows	9.9	21.4	20.9	31.3	41.7
Capital expenditure	(25.2)	(65.0)	(69.3)	(90.2)	(134.4)
Financing cash inflows/(outflows)	(4.5)	(25.7)	(4.6)	(30.2)	(8.2)
Foreign exchange effect	10.4	0.2	2.8	10.5	4.0
<b>Net cash (decrease)/increase</b>	<b>(9.5)</b>	<b>(69.1)</b>	<b>(50.2)</b>	<b>(78.6)</b>	<b>(96.9)</b>
Closing cash balance	17.9	27.4	73.1	17.9	73.1

*Note: Summation subject to rounding differences*

# Outlook

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**Strengthen balance sheet through cash flows**

**Stronger production expected in H2, particularly in Q4 2013**

**Further reduction in operating and capital expenditure to add to current \$100m savings already identified**

**Continued value creation through project development e.g. Blackwater & other projects**

**Continued focus on Health, Safety, Environment and Community to underpin success**



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